

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0501-02
Bill No.: HB 311
Subject: Energy; Education, Elementary and Secondary
Type: Original
Date: January 23, 2015

Bill Summary: This proposal establishes the High Performance Energy Benchmarking Act that requires each school district to establish energy star benchmarking for all buildings owned by the district.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
General Revenue	\$0	(Less than \$100,000)	\$0
Total Estimated Net Effect on General Revenue	\$0	(Less than \$100,000)	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on FTE	0	0	0

☐ Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$100,000 in any of the three fiscal years after implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials at the **Department of Elementary and Secondary Education (DESE)** assume this will result in additional costs due to data collection; however, they do not anticipate a cost greater than \$100,000. DESE defers to local school districts regarding the extent of any costs.

Officials at the **Kansas City Public Schools** assume this has limited unfunded mandates of less than \$5,000 in the proposal.

Officials at the **Malta Bend School District** assume this would have a great impact on the District though the amount is unknown.

Officials at the **Special School District of St. Louis** assume there would be a cost to the District but the cost is not material.

Officials at the **Parkway Public Schools** assume there is no fiscal impact from this proposal.

Oversight notes this proposal allows school districts to use the free online energy star portfolio manager. Oversight assumes the school districts would take advantage of this free program and its report generating capabilities. Oversight assumes school districts could absorb the cost of this proposal using the free online energy star portfolio manager with existing school resources. Oversight will not show an impact to school districts for this proposal.

Oversight notes this proposal requires the school district generated reports to be filed with DESE starting January 1, 2017. The reports are then required to be filed on a biennial basis for a six year period. Therefore, DESE would collect the reports in FY 2017, FY 2019 and FY 2021.

Officials at the following schools: Blue Springs Public Schools, Branson Public Schools, Caruthersville School District, Cole R-I Schools, Columbia Public Schools, Everton R-III School District, Fair Grove Schools, Fulton Public School, Harrisonville School District, Independence Public Schools, Jefferson City Public Schools, Kirksville Public Schools, Kirbyville R-VI Schools, Lee Summit Public Schools, Macon School, Mexico Public Schools, Monroe City R-I Schools, Nixa Public Schools, Pattonville Schools, Raymore-Peculiar R-III Schools, Raytown School District, Riverview Gardens School District, Sedalia School District, Sikeston Public Schools, Silex Public Schools, Spickard School District, Springfield School District, St Joseph School District, St Louis Public Schools, St. Charles Public Schools, Sullivan Public Schools, Warren County R-III School District and Waynesville Public School did not respond to **Oversight's** request for fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2016 (10 Mo.)	FY 2017	FY 2018
GENERAL REVENUE			
<u>Costs</u> - DESE - data collection costs	<u>\$0</u>	(Less than <u>\$100,000</u>)	<u>\$0</u>
ESTIMATED NET EFFECT ON GENERAL REVENUE	<u>\$0</u>	(Less than <u>\$100,000</u>)	<u>\$0</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2016 (10 Mo.)	FY 2017	FY 2018
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

FISCAL DESCRIPTION

This bill establishes the High Performance Energy Benchmarking Act that requires, beginning September 1, 2015, each school district to establish an energy star benchmark for each permanent building owned by the district and allows for the use a free on-line system provided by the federal Energy Star Program. Each district will report the results to the Department of Elementary and Secondary Education, maintain a database of the district's annual results, and publish the results on the department's website. The district may request a waiver of the audit requirements for financial hardship and may substitute the results with the results of a professional energy audit in certain circumstances.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Elementary and Secondary Education
Kansas City Public Schools
Malta Bend Schools
Parkway Public Schools
Special School District of St. Louis



Mickey Wilson, CPA
Director
January 23, 2015

Ross Strobe
Assistant Director
January 23, 2015